

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 206098

21 55

ORIGIN EB-11

INFO OCT-01 STR-08 AGR-20 COME-00 LAB-06 TRSE-00 CEA-02

CIAE-00 DODE-00 FRB-02 H-03 INR-10 INT-08 L-03

NSAE-00 NSC-10 PA-04 RSC-01 AID-20 CIEP-02 SS-20

TAR-02 USIA-15 PRS-01 SPC-03 OMB-01 AF-10 ARA-16

EA-11 EUR-25 NEA-10 OIC-04 IO-14 ISO-00 /243 R

66624

DRAFTED BY:EB/OT/GCP:E. L. WILLIAMS:D. MORRISON

APPROVED BY:STR: ALLEN H. GARLAND

AGRICULTURE: R. MCCONNELL

COMMERCE: D. ROHR

LABOR:D. PARKER

TREASURY: C. LEIGH

STATE: EB:TA: W. ADAMS

STATE: EEB:TA: T. TEWECKE

----- 007715

P R 172159Z OCT 73

FM SECSTATE WASHDC

TO USMISSION GENEVA PRIORITY

INFO USMISSION EC BRUSSELS

USMISSION OECD PARIS

AMEMBASSY NEW DELHI

AMEMBASSY RABAT

AMEMBASSY SEOUL

LIMITED OFFICIAL USE STATE 206098

C O R R E C T E D COPY (OMISSION LAST TWO LINES PARA. 8)

E.O. 11652: N/A

TAGS: ETRD, GATT, EC, IN, KS, MO

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 206098

SUBJECT: GATT COUNCIL, OCTOBER 19

REFERENCES: (A) GENEVA 5170; (B) GENEVA 5387; (C) STATE 203517; (D) GENEVA 5418; (E) STATE 198567; (F) STATE 204347; (G) STATE 192263; (H) GENEVA 5391

1. USREP SHOULD BE GUIDED BY FOLLOWING INSTRUCTIONS FOR GATT COUNCIL AGENDA (REFS A AND B) OCTOBER 19.

2. SPANISH BOP RESTRICTIONS: USREP SHOULD DRAW ON INSTRUCTIONS PROVIDED IN REF (C). IN LIGHT ARTICLE 15:2 OF THE GATT PROVISION REQUIRING ACCEPTANCE OF FACTUAL FINDINGS OF IMF, IT WOULD NOT SEEM APPROPRIATE FOR BOP COMMITTEE TO PLAN REVIEW OF SPANISH BOP SITUATION (BASED ON SAME IMF FINDINGS) SIX MONTHS HENCE (REF D, PARA 2).

3. EC-MOROCCO: USREP SHOULD TAKE POSITION THAT US WILL NOT INSIST ON ESTABLISHMENT OF SEPARATE GATT WORKING PARTY TO CONSIDER EC-EXPANSION PROTOCOL TO EC-MOROCCAN AGREEMENT BECAUSE IT FORESEES NEED TO ESTABLISH WP TO REVIEW NEW EC-MOROCCAN AGREEMENT ALREADY UNDER NEGOTIATION. ACCORDINGLY, US WOULD PREFER THAT NEXT GATT REVIEW OF EC-MOROCCAN AGREEMENT AWAIT CREATION OF THAT WP.

4. USREP SHOULD RESTATE REASONS FOR EARLIER US DISAPPROVAL OF EC-MOROCCAN AGREEMENT -- FAILURE TO COMPLY WITH ARTICLE XXIV REQUIREMENTS FOR COVERAGE OF SUBSTANTIALLY ALL TRADE AND FOR REASONABLE PLAN AND SCHEDULE FOR FORMATION OF FREE TRADE AREA (SEE STATE 15100 OF JANUARY 30, 1970). HE SHOULD NOTE CONTINUING US CONCERN OVER DISCRIMINATORY QR'S WHICH WERE PART OF ORIGINAL AGREEMENT AND NOW WORSENERED BY PROTOCOL FROM PERSPECTIVE OF US AND OTHER CP'S. HE SHOULD ALSO INDICATE US INTENT TO RAISE THIS ASPECT OF EC-MOROCCO AGREEMENT AT NEXT WP IF CURRENT RENEGOTIATIONS FAIL TO ELIMINATE DISCRIMINATORY QR'S WHICH IN US VIEW CANNOT BE RECONCILED WITH ARTICLE 5(B) OF THE GATT.

5. INDIAN GATT WAIVER: WHILE SUPPORTING SECRETARIAT WAIVER PROPOSAL (REF E) USREP SHOULD REMARK ON RECENT IMPROVEMENT IN INDIAN BOP/OFFICIAL RESERVES POSITION AND PROPOSE THAT INDIA USE TIME PROVIDED BY WAIVER BETWEEN NOW AND LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 206098

MARCH 31, 1974 TO PREPARE FOR COMPLETE PHASE-OUT OF AUXILIARY DUTIES BY THAT DATE. IF FOR ANY REASON INDIA SHOULD SEEK ONE-YEAR WAIVER (NEW DELHI 9265, PARA 1), USREP SHOULD INDICATE US RELUCTANCE TO GIVE ITS APPROVAL TO LONGER WAIVER PERIOD UNLESS GOI PREPARED MAKE COMMITMENT TO A PHASE-OUT BY STAGES OF AUXILIARY DUTIES WHICH WOULD (A) RETURN THEM TO LOWER PRE-APRIL 2, 1973 LEVELS BY MARCH 31, 1974 AND (B) ELIMINATE THEM ENTIRELY BY END OF

APPROVED WAIVER PERIOD.

6. EC/EFTA: SEPARATE INSTRUCTIONS AIRPOUCHED CONCERNING ESTABLISHMENT OF SPECIAL WP TO MAKE COMPREHENSIVE STUDY OF RULES OF ORIGIN WITH RESPEC TO FREE TRADE AREAS (REF F).

7. EFTA AND FINEFTA BIENNIAL REPORT (L/3916): AS PARTLY RECOMMENDED BY MISSION, USREP SHOULD MAKE FOLLOWING POINTS: (A) CRITICIZE EFTA ADOPTION OF EC-EFTA RULES OF ORIGIN FOR INTRA-EFTA TRADE; (B) NOTE THAT US OBJECTIONS TO EC-EFTA RULES SPELLED OUT DURING EXAMINATION OF EC-EFTA ARRANGEMENTS ARE EQUALLY APPLICABLE TO THESE NEW INTRA-EFTA RULES; AND (C) NOTE THAT WE ARE PROPOSING SPECIAL WP TO EXAMINE RULES OF ORIGIN WITH RESPECT TO FREE TRADE AREAS.

8. AUSTRALIA-PAPUA NEW GUINEA: AS APPROPRIATE, USREP MAY AGREE TO ADOPTION OR APPROVAL OF 19TH ANNUAL REPORT (L/3903). SINCE LAST ANNUAL REPORT, IT APPEARS THAT NO MEASURES HAVE BEEN TAKEN UNDER TERMS OF THIS WAIVER, WHICH WAS GRANTED IN 1953 AND PERMITS AUSTRALIA TO GIVE PREFERENTIAL TARIFF TREATMENT TO CERTAIN PRODUCTS FROM PAPUA NEW GUINEA.

9. FINANCE AND ADMINISTRATION: USREP IS AUTHORIZED TO APPROVE PROPOSED CONTRIBUTIONS BY SINGAPORE, PHILIPPINES AND HUNGARY TO 1973 GATT BUDGET AND WORKING CAPITAL FUND (L/3922, L/3923, L/3924).

10. BOP COMMITTEE REPORTS ON MINI-CONSULTATIONS WITH INDONESIA, KOREA, AND SRI LANKA: USREP AUTHORIZED TO ADOPT BOP REPORT. HE SHOULD MAKE STATEMENTS IN COUNCIL RE THESE THREE LDC'S AS INSTRUCTED REF (G). ADDITIONALLY, WITH RESPECT TO KOREA HE SHOULD ALSO EXPRESS US CONCERN OVER LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 206098

PRIOR IMPORT DEPOSIT REQUIREMENT (SEOUL 6597), WHICH FALLS MORE HEAVILY ON KOREAN IMPORTS FROM US AND OTHER DISTANT SUPPLIERS THAN ON IMPORTS FROM NEARBY SOURCES.

11. AGREEMENT BETWEEN EC AND EGYPT (L/3938): USREP SHOULD SUPPORT FORMATION OF WORKING PARTY, INCLUDING US MEMBERSHIP, FOR EXAMINATION OF AGREEMENT WITH STANDARD TERMS OF REFERENCE. PROPOSED DATES FOR QUESTIONS AND ANSWERS ACCEPTABLE.

12. INDONESIAN WAIVER REQUEST: NO COMMENT AT THIS TIME.

13. 29TH SESSION OF CP'S: USREP MAY SUPPORT TWO OR THREE DAY SESSION, WITH EITHER NOVEMBER 12 OR 19 AS OPENING DATE. WITH RESPECT TO COMMEMORATION OF 25TH ANNIVERSARY

OF GATT, WE SEE NO NEED FOR ELABORATE CELEBRATION. NO
WASHINGTON REPRESENTATION ANTICIPATED.

14. RE QUERIES AS TO WHETHER US PLANS TO DEBATE STATUS OF
XXIV:6 RENEGOTIATIONS AND XXIV:5 EXAMINATION AT 29TH
SESSION, MISSION SHOULD CONTINUE TO RESPOND AS REPORTED
REFTEL (H). WHILE WE HAVE NO PRESENT INTENTION OF PLACING
THESE ISSUES ON THE AGENDA, WE ASSUME THAT THEY WILL EITHER
BE ON THE AGENDA OR CAN BE APPROPRIATELY DISCUSSED UNDER
SOME GENERAL ITEM. KISSINGER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TRADE, TEXTILES, TOURISM, EXPORTS, MEETINGS, IMPORT CONTROLS, BALANCE OF PAYMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 17 OCT 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: willialc
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973STATE206098
Document Source: CORE
Document Unique ID: 00
Drafter: EB/OT/GCP:E. L. WILLIAMS:D. MORRISON
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731026/aaaaasus.tel
Line Count: 179
Locator: TEXT ON-LINE
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: (A) GENEVA 5170; (B) GENEVA 5387; (C,) STATE
Review Action: RELEASED, APPROVED
Review Authority: willialc
Review Comment: n/a
Review Content Flags:
Review Date: 05 OCT 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <05-Oct-2001 by eisnerah>; APPROVED <26-Nov-2001 by willialc>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: GATT COUNCIL, OCTOBER 19
TAGS: ETRD, IN, KS, MO, GATT, EEC
To: GENEVA
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005